

The first of these is the fact that the
population of the country is increasing
very rapidly. This is due to a number of
causes, including a high birth rate and
a low death rate. The second is the fact
that the country is becoming more and more
industrialized. This is due to the fact
that the government has been investing
large amounts of money in the development
of the country's infrastructure.

The third is the fact that the country
is becoming more and more urbanized.
This is due to the fact that the
government has been investing large
amounts of money in the development
of the country's infrastructure. The fourth
is the fact that the country is becoming
more and more developed. This is due
to the fact that the government has been
investing large amounts of money in the
development of the country's infrastructure.

The fifth is the fact that the country
is becoming more and more modern.
This is due to the fact that the
government has been investing large
amounts of money in the development
of the country's infrastructure. The sixth
is the fact that the country is becoming
more and more prosperous. This is due
to the fact that the government has been
investing large amounts of money in the
development of the country's infrastructure.

The seventh is the fact that the country
is becoming more and more powerful.
This is due to the fact that the
government has been investing large
amounts of money in the development
of the country's infrastructure. The eighth
is the fact that the country is becoming
more and more influential. This is due
to the fact that the government has been
investing large amounts of money in the
development of the country's infrastructure.

The ninth is the fact that the country
is becoming more and more respected.
This is due to the fact that the
government has been investing large
amounts of money in the development
of the country's infrastructure. The tenth
is the fact that the country is becoming
more and more admired. This is due
to the fact that the government has been
investing large amounts of money in the
development of the country's infrastructure.

The eleventh is the fact that the country
is becoming more and more loved.
This is due to the fact that the
government has been investing large
amounts of money in the development
of the country's infrastructure. The twelfth
is the fact that the country is becoming
more and more cherished. This is due
to the fact that the government has been
investing large amounts of money in the
development of the country's infrastructure.

APPENDIX.

Revenue Act of 1936, c. 690, 49 Stat. 1648:

SEC. 115. DISTRIBUTION BY CORPORATIONS.

(c) *Distributions in Liquidation.*—Amounts distributed in complete liquidation of a corporation shall be treated as in full payment in exchange for the stock, and amounts distributed in partial liquidation of a corporation shall be treated as in part or full payment in exchange for the stock. The gain or loss to the distributee resulting from such exchange shall be determined under section 111, but shall be recognized only to the extent provided in section 112. Despite the provisions of section 117(a), 100 per centum of the gain so recognized shall be taken into account in computing net income, except in the case of amounts distributed in complete liquidation of a corporation. For the purpose of the preceding sentence, "complete liquidation" includes any one of a series of distributions made by a corporation in complete cancellation or redemption of all of its stock in accordance with a bona fide plan of liquidation and under which the transfer of the property under the liquidation is to be completed within a time specified in the plan, not exceeding two years from the close of the taxable year during which is made the first of the series of distributions under the plan. In the case of amounts distributed (whether before January 1, 1934, or on or after such date) in partial liquidation (other than a distribution within the provisions of subsection (h) of this section of stock or securities in connection with a reorganization) the part of such distribution which is properly chargeable to capital account shall not be considered a distribution of earnings or profits.

(i) *Definition of Partial Liquidation.*—As used in this section the term "amounts distributed in par-

tial liquidation" means a distribution by a corporation in complete cancellation or redemption of a part of its stock, or one of a series of distributions in complete cancellation or redemption of all or a portion of its stock.

SEC. 117. CAPITAL GAINS AND LOSSES.

(a) *General Rule.*—In the case of a taxpayer, other than a corporation, only the following percentages of the gain or loss recognized upon the sale or exchange of a capital asset shall be taken into account in computing net income:

100 per centum if the capital asset has been held for not more than 1 year;

80 per centum if the capital asset has been held for more than 1 year but not for more than 2 years;

60 per centum if the capital asset has been held for more than 2 years but not for more than 5 years;

40 per centum if the capital asset has been held for more than 5 years but not for more than 10 years;

30 per centum if the capital asset has been held for more than 10 years.

